



CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED

30 June 2006

**Geniki Bank S.A.
109 – 111 Mesogion Av.
115 26 Athens
AMAE 6073/06/B/86/12
www.geniki.gr
Tel : + 30 210 6975000**

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REVIEW REPORT
To the Shareholders of GENERAL BANK OF GREECE S.A.

We have reviewed the accompanying consolidated condensed interim balance sheet of General Bank of Greece S.A. (the Bank) and its subsidiaries (the "Group") as of June 30, 2006 and the related consolidated condensed interim income statement, cash flows and changes in shareholders equity for the six months ended June 30, 2006. Our review was performed for the six month period as a whole, and did not include the review of the financial information for the three month period from April 1 to June 30, 2006 separately, which are presented in the income statement of the accompanying condensed interim financial statements. These financial statements are the responsibility of the Company's management. Our responsibility is to issue a report on these condensed interim financial statements based on our review.

We conducted our review in accordance with the International Standard on Review Engagements 2400, as required by the Greek Standards on Auditing. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the consolidated condensed interim financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated condensed interim financial statements for the six months ended June 30, 2006 for the Group are not presented fairly, in all material respects, in accordance with International Accounting Standards 34 – Interim Financial Reporting.

Athens, August 30, 2006
The Certified Public Accountant

Nicolaios C. Sofianos
Reg. No (ICPA (GR)): 12231

Deloitte

Hadjipavlou, Sofianos & Cambanis SA
Assurance & Advisory Services
RN SOEL E120
250-254 Kifissias Avenue, Halandri 152 31

Consolidated interim income statement

	Note	For the three months ended		For the six months ended	
		30-June		30-June	
		2006	2005	2006	2005
		€ ' 000	€ ' 000	€ ' 000	€ ' 000
Interest and similar income		50,967	47,573	98,037	96,460
Interest expense and similar charges		(15,806)	(11,383)	(30,036)	(24,052)
Net interest income		35,161	36,190	68,001	72,408
Fee and commission income		5,535	5,533	13,755	13,659
Fee and commission expense		(578)	(385)	(978)	(744)
Net fee and commission income		4,957	5,148	12,777	12,915
Dividend income		-	69	-	69
Financial operations results		1,560	7,062	2,011	4,865
Other operating income		646	(165)	1,653	1,486
Gross Operating income		42,324	48,304	84,442	91,743
Cost of risk		(10,301)	515	(38,504)	(3,425)
Staff costs and related expenses		(23,416)	(22,612)	(46,680)	(44,065)
Administration expenses		(14,577)	(13,143)	(27,845)	(24,826)
Depreciation and amortization		(3,732)	(2,801)	(6,907)	(6,657)
Operating expenses		(52,026)	(38,041)	(119,936)	(78,973)
Net operating income		(9,702)	10,263	(35,494)	12,770
Share of profit (loss) of associates		-	(53)	-	(53)
Profit / (loss) before income tax		(9,702)	10,210	(35,494)	12,717
Income tax expense	9	4,179	(2,366)	9,787	(3,036)
Profit / (loss) for the period		(5,523)	7,844	(25,707)	9,681
Earnings per share (in euro)	6	€	€	€	€
- Basic		(0.09)	0.19	(0.44)	0.23

Notes on pages 8 to 10 form an integral part of these condensed consolidated interim financial statements

Consolidated interim balance sheet

	<u>Note</u>	30-Jun-06	31-Dec-05
		€' 000	€' 000
Assets			
Cash and balances with central bank		112,103	106,692
Due from banks		180,327	286,403
Derivative financial instruments		28,516	7,592
Loans and advances to customers, net		2,759,917	2,571,875
Investment securities - available for sale		244,970	260,938
Investment in associate undertakings	7	1,143	1,143
Intangible assets		12,487	12,804
Property, plant and equipment		127,108	124,743
Deferred income tax assets		75,098	67,017
Other assets		58,507	62,133
Total assets		<u>3,600,176</u>	<u>3,501,340</u>
Liabilities			
Due to banks		640,310	622,107
Due to customers		2,567,944	2,457,351
Derivative financial instruments		18,410	3,574
Subordinated debt		99,922	99,883
Provisions for staff benefits		21,473	20,816
Risks & charges provisions		15,026	18,325
Deferred income tax liabilities		5,263	8,004
Other liabilities		47,660	60,733
Total liabilities		<u>3,416,008</u>	<u>3,290,793</u>
Equity			
Share capital		336,898	336,898
Share premium		62,620	62,620
Other reserves and retained earnings		(215,350)	(188,971)
Total equity		<u>184,168</u>	<u>210,547</u>
Total equity and liabilities		<u>3,600,176</u>	<u>3,501,340</u>

Notes on pages 8 to 10 form an integral part of these condensed consolidated interim financial statements

Consolidated interim statement of changes in equity

For the six months ended 30 June 2005	Share capital €'000	Share premium €'000	Fair value reserves €'000	Other reserves €'000	Retained earnings €'000	Treasury shares €'000	Total equity €'000
Balance at 01.01.2005	240,642	59,643	-	27,345	(147,215)	(773)	179,642
First application of IAS 39 from 1.1.2005	-	-	5,134	-	(55,618)	-	(50,484)
Share capital increase	-	(790)	-	-	-	-	(790)
Sale of treasury shares	-	-	-	383	-	773	1,156
Revaluation of AFS securities	-	-	(6,618)	-	-	-	(6,618)
Transfer of reserves	-	-	-	(969)	969	-	-
Profit for the period	-	-	-	-	9,681	-	9,681
Balance at 30.06.2005	240,642	58,853	(1,484)	26,759	(192,183)	-	132,587

For the six months ended 30 June 2006	Share capital €'000	Share premium €'000	Fair value reserves €'000	Other reserves €'000	Retained earnings €'000	Treasury shares €'000	Total equity €'000
Balance at 01.01.2006	336,898	62,620	161	27,350	(216,482)	-	210,547
Revaluation of AFS securities	-	-	(672)	-	-	-	(672)
Loss for the period	-	-	-	-	(25,707)	-	(25,707)
Balance at 30.06.2006	336,898	62,620	(511)	27,350	(242,189)	-	184,168

Consolidated interim cash flow statement	For the six months ended	
	30 June	
	2006	2005
	€ 000	€ 000
Cash flow from operating activities		
Profit / (loss) after tax	(25,707)	9,681
<i>Adjustment for:</i>		
Depreciaton of property plant and equipment	5,493	5,303
Depreciation of intangible assets	1,414	1,354
Impairment of loans and advances to customers	37,980	6,363
Provisions for staff benefits	706	944
Other provisions	(3,292)	-
Deferred income tax	(10,597)	3,036
(Profit) / loss from Trading	2,896	(12,318)
(Profit) / loss from sales of fixed assets	(61)	(9)
Share of (Profit) / loss from subsidiaries	-	53
Foreign exchange (profit) / loss on cash and cash equivalents	(553)	-
	8,279	14,407
Net (increase) / decrease of assets relating to operating activities		
Due from banks	15,939	7,193
Derivatives	(5,728)	8,190
Loans and advances to customers	(226,022)	(24,531)
Other assets	3,626	14,248
Net increase / (decrease) of liabilities relating to operating activities		
Due to banks	18,203	(120,999)
Due to customers	110,592	(174,169)
Other liabilities	(9,807)	(1,994)
Income tax paid	(3,282)	-
Net cash flow from operating activities after taxes	(88,200)	(277,655)
Cash flow from investing activities		
Purchase of available for sale securities	(15,562)	-
Purchase of property, plant and equipment	(8,047)	(5,953)
Purchase of intangible assets	(1,097)	-
Proceeds from sale of investment in associates	-	53
Proceeds from sale of available for sale portfolio	27,378	356,137
Proceeds from sale of fixed assets	250	211
Net cash flow from investing activities	2,922	350,448
Cash flow from financing activities		
Repayment of subordinated loan	-	(790)
Proceeds from sale of treasury shares	-	1,156
Net Cash flow from financing activities	-	366
Foreign exchange (profit) loss on cash and cash equivalents	553	-
Net increase (decrease) in cash and cash equivalents	(84,725)	73,159
Cash and cash equivalents at the beginning of the period	337,206	128,973
Cash and cash equivalents at the end of the period	252,481	202,132

Selected explanatory notes to the condensed interim financial statements

1. General Information

Geniki Bank S.A (the "Bank") and its subsidiaries (the "Group") are active in retail and corporate banking, insurance brokerage services, finance leasing and other services. The Bank is incorporated in Greece and its shares are listed on the Athens Stock Exchange. The Group operates mainly in Greece.

These condensed interim financial statements were approved by the Board of Directors on 29 August 2006.

2. Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard (IFRS) IAS 34 *Interim Financial Reporting*. They do not include all of the information required for full annual financial statements and should be read in conjunction with the Group's published consolidated annual financial statements as at and for the year ended 31 December 2005.

3. Significant accounting policies

The accounting policies applied by the Group in these condensed interim financial statements are the same as those applied by the Group in its published consolidated annual financial statements as at and for the year ended 31 December 2005.

4. Estimates

The preparation of interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed consolidated interim financial statements, the significant judgments made by Management in applying the Group's accounting policies and the key sources of estimated uncertainty were the same as those that applied to the consolidated annual financial statements as at and for the year ended 31 December 2005.

5. Business segments

The Group is organized into five main business segments:

- ◆ Retail – Retail banking segment includes individuals and self-employed professionals. Product offering includes deposits (demand, savings, term, repos, swaps), loans (mortgages – consumer), custody services, debit and credit cards.
- ◆ Corporate – Corporate banking segment includes trading entities, traders or legal entities belonging to the public or private sector. Product offering includes deposits (on demand, savings, term, repos, swaps), loans of all types, letters of guarantee, bond loans, derivatives, funds transfer, foreign exchange.
- ◆ Insurance – Insurance segment includes the activities of the subsidiary General Insurance Agency LTD, offering insurance brokerage services
- ◆ Leasing - Leasing segment includes the activities of the subsidiary General Leasing SA
- ◆ Other - Other segment includes non financial services offered by the Group

For the six months ended 30 June 2006

	Retail € 000	Corporate € 000	Insurance € 000	Leasing € 000	Other € 000	Inter-segment eliminations € 000	Total € 000
Revenue	39,663	42,434	658	1,553	184	(50)	84,442
Expenses	(29,890)	(43,407)	(505)	(481)	(292)	50	(74,525)
Provisions	(15,198)	(22,607)	4	(703)	-	-	(38,504)
Depreciation	(2,834)	(4,048)	-	(17)	(8)	-	(6,907)
Net results	(8,259)	(27,628)	157	352	(116)	-	(35,494)
Income tax							9,787
							<u>(25,707)</u>

For the six months ended 30 June 2005

	Retail € 000	Corporate € 000	Insurance € 000	Leasing € 000	Other € 000	Inter-segment eliminations € 000	Total € 000
Revenue	38,756	51,186	431	1,415	(14)	(31)	91,743
Expenses	(28,016)	(40,012)	(229)	(388)	(277)	31	(68,891)
Provisions	(1,320)	(1,791)	-	(314)	-	-	(3,425)
Depreciation	(2,863)	(3,771)	(4)	(6)	(13)	-	(6,657)
Income from associates	-	-	-	-	(53)	-	(53)
Net results	6,557	5,612	198	707	(357)	-	12,717
Income tax							(3,036)
Net results after tax							<u>9,681</u>

6. Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss attributable to ordinary equity holders by the weighted average number of ordinary shares outstanding during the period.

	Measurement unit	For the three months ended 30 June 2006		For the six months ended 30 June 2006	
		2006	2005	2006	2005
Net profit for period attributable to ordinary shareholders	€' 000	(5,523)	7,844	(25,707)	9,681
Weighted average number of ordinary shares in issue	Number of shares	58,387,939	41,639,984	58,387,939	41,603,178
Basic earnings per share	€	(0.09)	0.19	(0.44)	0.23

7. Investments in subsidiaries and associated undertakings

Subsidiaries included in these consolidated financial statements are the same with these included in 31 Decemeber 2005 financial statements; effective holdings to these subsidiaries remained the same.

8. Provision for impairment losses on loans and advances to customers

	For the six months ended 30 June 2006	
	2006	2005
	€ 000	€ 000
Balance at 1 January	273,254	206,853
First adoption of IFRS (IAS 39)	-	68,331
Impairment losses on loans and advances charged in the year	38,511	4,203
Loans written off during the year as uncollectible	-	(36,628)
Balance at 30 June	311,765	242,759

9. Income tax expense

As of 1 January 2006, the nominal Greek corporate rate of tax is reduced from 32% to 29%.

Geniki Bank is tax audited up to 2004 (inclusive).

10. Contingent liabilities and capital expenditure commitments

There were no significant changes in the Group contingent liabilities and capital expenditure commitments reported in the published consolidated annual financial statements as at and for the year ended 31 December 2005, other than the case described below.

Litigation: Arising in the ordinary course of business, the Bank is defendant in certain claims and legal actions. In particular, an entanglement have arised with the Greek Public in relation with third parties debts, amounting to €4 mil. The Bank, preventingly acting, has filed a claim in Greek Courts. In the opinion of the management after consultation with legal counsel, the ultimate disposition of this matter is not expected to have material adverse effect on the financial position of the Group.

11. Related parties**Parent and ultimate controlling party**

The ultimate controlling party of the Group is Societe Generale S.A. which is incorporated in France. Societe Generale Group holds 52,32% of the ordinary shares of the Bank.

Related party transactions with subsidiaries, associates and affiliates

	30-Jun-06	31-Dec-05
	€ 000	€ 000
Assets		
Due from banks	27,804	156,634
Derivative financial instruments	6,103	3,514
Total	33,907	160,148
Liabilities		
Due to banks	589,122	311,030
Total	589,122	311,030
	30-Jun-06	30-Jun-05
	€ 000	€ 000
Income		
Interest and similar income	1,300	331
Total	1,300	331
Expenses		
Interest and similar expenses	5,918	305
Total	5,918	305

Transactions with key management personnel

The remuneration of the Board of Directors (BoD) members and General Managers of the Bank for the period ended 30 June 2006 amounted to €321 thousand.

There were no outstanding loans granted to BoD members or to General Managers of the Bank; their deposits amounted to €339 thousand as at 30 June 2006.

12. Post Balance Sheet events.

There are no balance sheets events for the reporting period.

13. Comparatives

Certain comparative amounts have been adjusted for compatibility reasons.

14. Hedge accounting

The Group has implemented hedge accounting for interest rate risk connected with client loans with embedded interest rate collars.

Athens, 29 August 2006

The Chairman of Board of Directors

The Managing Director

The Manager of the Financial Services Division

TRYFON J. KOYTALIDIS

JACQUES C. TOURNEBIZE

EVAGELOS E. SKALIDIS